

Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02078A S
SITGREAVES WATER COMPANY,
INC
2961 E COOLEY
SHOW LOW, AZ 85901

ANNUAL REPORT

RECEIVED

MAY 15 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

FOR YEAR ENDING

12	31	2005
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Entered
5-15-06
RF

Company Name (Business Name) SITGREAVES WATER COMPANY, INC.

Mailing Address 2961 E.

COOLEY

(Street)

SHOW LOW

AZ

85901

(City)

(State)

(Zip)

928-537-1557

SAME

N/A

Telephone No. (Include Area Code)
No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell

Email

Address N/A

Local Office Mailing Address

SAME

(Street)

SAME

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)
Pager/Cell No. (Include Area Code)

Fax No. (Include Area Code)

Email Address

N/A

MANAGEMENT INFORMATION

Management Contact: THOMAS

LORD

PRESIDENT

(Name)

(Title)

2961 E COOLEY
LOW

(Street)

AZ

SHOW
85901

(City)

(State)

(Zip)

928-537-1557
Telephone No. (Include Area Code)
No. (Include Area Code)

SAME
Fax No. (Include Area Code)

N/A
Pager/Cell

Email

Address N/A

On Site Manager: THOMAS LORD

2961 E COOLEY 85901	(Name) SHOW LOW	AZ
(Street)	(City)	(State)
(Zip)		
928-537-1557	SAME	N/A
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No.
(Include Area Code)		

Email

Address N/A

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: THOMAS LORD

2961 E COOLEY 85901	(Name) SHOW LOW	AZ
(Street)	(City)	(State)
(Zip)		
928-537-1557	SAME	N/A
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell
No. (Include Area Code)		

Attorney:

NONE

	(Name)	
(Street)	(City)	(State)
(Zip)		

Telephone No. (Include Area Code)
No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell

Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

Sole Proprietor (S)

**C Corporation (C) (Other than
Association/Co-op)**

Partnership (P)

X Subchapter S Corporation (Z)

Bankruptcy (B)

Association/Co-op (A)

Receivership (R)

Limited Liability Company

Other (Describe)

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

**APACHE
COCONINO**

COCHISE

**GILA
GREENLEE**

GRAHAM

**LA PAZ
MOHAVE**

MARICOPA

**X NAVAJO
PINAL**

PIMA

**SANTA CRUZ
YUMA**

YAVAPAI

STATEWIDE

COMPANY NAME - SITGREAVES WATER COMPANY, INC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	1,150	N/A	1,150
304	Structures and Improvements	2,550	2,167	383
307	Wells and Springs			
311	Pumping Equipment	45,774	45,774	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	22,097	18,388	3,709
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	71,571	66,329	5,242

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME - SITGREAVES WATER COMPANY, INC

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT
YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depr Ex (
301	Organization			
302	Franchises			
303	Land and Land Rights	1,150	N/A	0
304	Structures and Improvements	2,550	.06	170
307	Wells and Springs			
311	Pumping Equipment	45,774	N/A	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	22,097	VARIOUS	1,145
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	71,571		1,315

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME - SITGREAVES WATER CO, INC

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$109	\$578
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$109	\$578
	FIXED ASSETS		
101	Utility Plant in Service	\$71,571	\$71,571
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	65,014	66,329
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$6,557	\$5,246
	TOTAL ASSETS	\$6,666	\$5,824

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME - SITGREAVES WATER COMPANY, INC

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	600	990
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	13,919	14,080
	TOTAL CURRENT LIABILITIES	\$14,519	\$15,070
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$0	\$
	TOTAL LIABILITIES	\$14,519	\$15,070
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$300	\$300
211	Paid in Capital in Excess of Par Value	22,885	22,885
215	Retained Earnings	(31,038)	(32,431)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$(7,853)	\$(9,246)
	TOTAL LIABILITIES AND CAPITAL	\$6,666	\$5,824

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT
461	Metered Water Revenue	\$21,345	\$20,626
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$21,345	\$20,626
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1,799	2,296
618	Chemicals		
620	Repairs and Maintenance	750	1,366
621	Office Supplies and Expense	1,231	165
630	Outside Services	4,316	450
635	Water Testing		2,625
641	Rents	5,184	5,655
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,336	6,010
403	Depreciation Expense	1,611	1,315
408	Taxes Other Than Income		1,094
408.11	Property Taxes	985	1,043
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$17,212	\$22,019
	OPERATING INCOME/(LOSS)	\$4,133	\$(1,393)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$0	\$0
	NET INCOME/(LOSS)	\$4,133	\$(1,393)

COMPANY NAME - SITGREAVES WATER COMPANY, INC

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 990

Meter Deposits Refunded During the Test Year \$0

COMPANY NAME - SITGREAVES WATER COMPANY, INC

WATER COMPANY PLANT DESCRIPTION

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	89	3

COMPANY NAME - SITGREAVES WATER COMPANY, INC

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

CUSTOMER METERS

Size (in inches)	Material	Length (in feet)		Size (in inches)	Q
2				5/8 X	
		3			
				5 1/2	
				6	

10				Turbo 3	
<input type="checkbox"/> 12			<u> </u> <u> </u>	Comp. 4	
			<u> </u> <u> </u>	Tubo 4	
			<u> </u> <u> </u>	Comp. 6	
			<u> </u> <u> </u>	Tubo 6	
			<u> </u> <u> </u>		
			<u> </u> <u> </u>		

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

☐ _____

☐ **STRUCTURES:**

☐ _____

☐ **OTHER:**

☐ _____

COMPANY NAME: SITGREAVES WATER COMPANY, INC.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR
2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLON PU (Thousan
JANUARY	67	86	86
FEBRUARY	67	199	199
MARCH	67	45	45
APRIL	67	363	363
MAY	67	190	190
JUNE	67	490	490
JULY	67	476	476
AUGUST	67	220	220
SEPTEMBER	67	50	50
OCTOBER	67	54	54
NOVEMBER	67	156	156
DECEMBER	66	66	66
TOTAL		2,395	2,395

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount:_____

**What is the level of arsenic for each well on your system. _____.0021
 ____mg/l**

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

Payment has been received from 1 ✓ Stgrew
at the office of the NAVAJO COUNTY TREASURER for
20 04 taxes in the amount of \$ 508.00,
and interest in the amount of \$ _____, for
the 1st half _____, 2nd half ✓, full year _____, on
the following:

PARCEL# 925-31-001
PARCEL# _____

Date 4-14-05
Deputy [Signature]

Payment has been received from Margaret Lord
Sitgreaves Water Co.
at the office of the NAVAJO COUNTY TREASURER for
20 05 taxes in the amount of \$ 534.54,
and interest in the amount of \$ _____, for
the 1st half X, 2nd half _____, full year _____, on
the following:

PARCEL# 925 31 001
PARCEL# _____

Date _____
Deputy _____
NAVAJO COUNTY
TREASURER
NOV 14 2005
PAID
CLERK [Signature]

COMPANY NAME____ **SITGREAVES WATER COMPANY, INC** **YEAR ENDING**
12/31/2005

PROPERTY TAXES

Am Amount of actual property taxes paid during Calendar Year 2005 was: \$____
1,043_____

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

RECEIVED

MAY 15 2006

**AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF AZ

COUNTY OF (COUNTY NAME)

APACHE

NAME (OWNER OR OFFICIAL) TITLE -- **THOMAS LORD**

I, THE UNDERSIGNED

COMPANY NAME

OF THE

SITGREAVES WATER COMPANY, INC

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX
REPORT TO THE ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2006

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE
ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY;
THAT I HAVE CAREFULLY EXAMINED THE SAME, AND
DECLARE THE SAME TO BE A COMPLETE AND CORRECT
STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY
FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT
TO EACH AND EVERY MATTER AND THING SET FORTH, TO
THE BEST OF MY KNOWLEDGE, INFORMATION AND
BELIEF.**

SWORN STATEMENT

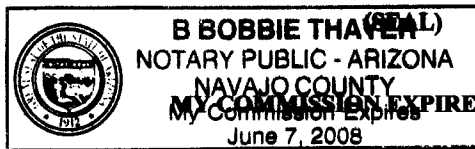
I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID
COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY
ARE CURRENT AND PAID IN FULL.

OFFICIAL *Thomas V. Ford*

SIGNATURE OF OWNER OR

SUBSCRIBED AND SWORN TO BEFORE ME *B. Bobbie Thayer*
A NOTARY PUBLIC IN AND FOR THE COUNTY OF *Navajo*
THIS *11th* DAY OF *May 2006*



June 7, 2008

SIGNATURE OF NOTARY PUBLIC

B. Bobbie Thayer

COMPANY NAME SITGREAVES WATER COMPANY, INC YEAR ENDING
12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported N/A
Estimated or Actual Federal Tax Liability N/A

State Taxable Income Reported N/A
Estimated or Actual State Tax Liability N/A

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances N/A
Amount of Gross-Up Tax Collected N/A
Total Grossed-Up Contributions/Advances N/A

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this

Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Thomas V Lord
SIGNATURE

5-11-06
DATE

THOMAS LORD
PRINTED NAME

PRESIDENT
TITLE

RECEIVED

MAY 15 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF AZ COUNTY OF (COUNTY NAME)
APACHE -

NAME (OWNER OR OFFICIAL) TITLE - **THOMAS LORD - PRESIDENT**

I, THE UNDERSIGNED

COMPANY NAME

OF THE

SITGREAVES WATER COMPANY, INC

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA
CORPORATION COMMISSION**

FOR THE YEAR ENDING MONTH DAY YEAR
12 31 2005

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE
ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY;
THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE**

RECEIVED

THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF
BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD MAY 15 2006
COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY CORPORATION COMMISSION
KNOWLEDGE, INFORMATION AND BELIEF. DIRECTOR OF UTILITIES

SWORN STATEMENT

**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40,
ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS
HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF
SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY
OPERATIONS DURING CALENDAR YEAR 2005 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 20,626

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1,094
IN SALES TAXES BILLED, OR

COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

928 537 1557

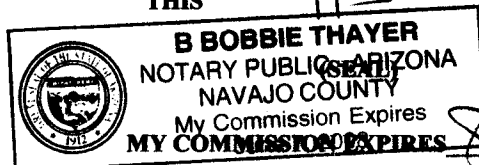
SUBSCRIBED AND SWORN TO BEFORE ME, B. Bobbie Thayer

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Navajo

THIS

11th

DAY OF May 2006



SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**

VERIFICATION

INTRASTATE REVENUES ONLY

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA

RECEIVED

MAY 15 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

CORPORATION COMMISSION

FOR THE YEAR ENDING

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

LEFT

(THE AMOUNT IN BOX AT

INCLUDES \$ 1,094

IN SALES TAXES BILLED,

OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

OFFICIAL

Thomas Vford

SIGNATURE OF OWNER OR

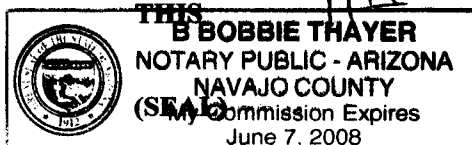
NUMBER

TELEPHONE

SUBSCRIBED AND SWORN TO BEFORE ME *B. Bobbie Thayer*

A NOTARY PUBLIC IN AND FOR THE COUNTY OF *Navajo*

DAY OF *May* 2006



MY COMMISSION EXPIRES

June 7, 2008

NOTARY PUBLIC

X *Bobbie Thayer*

SIGNATURE OF